

# UTA Board of Trustees Meeting

September 8, 2021



# Call to Order and Opening Remarks



# Pledge of Allegiance



# My BeUTAHful Community Student Art Competition

## *A BeUTAHful Place* Andrew Cheney Grade 3, Farmington

"My family watches sunsets a lot and they are a big part of our lives! This was a big inspiration behind my artwork. Playing together with other kids in my neighborhood helped me think of my inspiration for my artwork."



# Safety First Minute



# Public Comment

Live comments are limited to 3 minutes per commenter

Public comment was solicited prior to the meeting through alternate means, including email, telephone, and the UTA website

Any comments received through alternate means were distributed to the board for review in advance of the meeting



# Consent Agenda

- a. Approval of August 25, 2021 Board Meeting Minutes
- b. Complimentary Service Approval: Brigham City Peach Days



# **Recommended Action (by acclamation)**

Motion to approve consent agenda





# Reports



# Agency Report

- West Valley City Community Partnership
- Adopt-a-Stop Program
- September Mobile Pop-Up Vaccine Clinics
- Extension of Free Fares for Vaccinations
- Free Fare Days Update



# Adopt-A-Stop

- Pilot Program: three stops have been adopted
  - Salt Lake City Library Sprague and Glendale Branches
  - SpyHop on 900 South 200 West.
- Partners agree to support basic maintenance, including removing litter.
- This program provides a direct link between the community and UTA and increases community stewardship of the system.
- Artwork is up at the 900 S 200 W; signage acknowledging partnership will be placed at the stops
- Next Steps:
  - Community Engagement team is using list of bus stops with shelters (particularly those in need of attention and care) and identifying potential partners to invite to adopt those stops.
- The Community Engagement team will reach out personally to potential partners; plan to grow the program across the service area during the next several months.





## Mobile Vaccine Clinics

- Community Engagement is coordinating with state health partners, vaccine providers, and UTA real estate to determine the logistics for mobile vaccine clinics.
- The mobile clinics will offer increased access to the COVID-19 vaccine for both riders, community members, and employees.
- These clinics can tentatively be expected to occur at the end of September, or early to mid-October.



# Financial Report – July 2021



# Operating

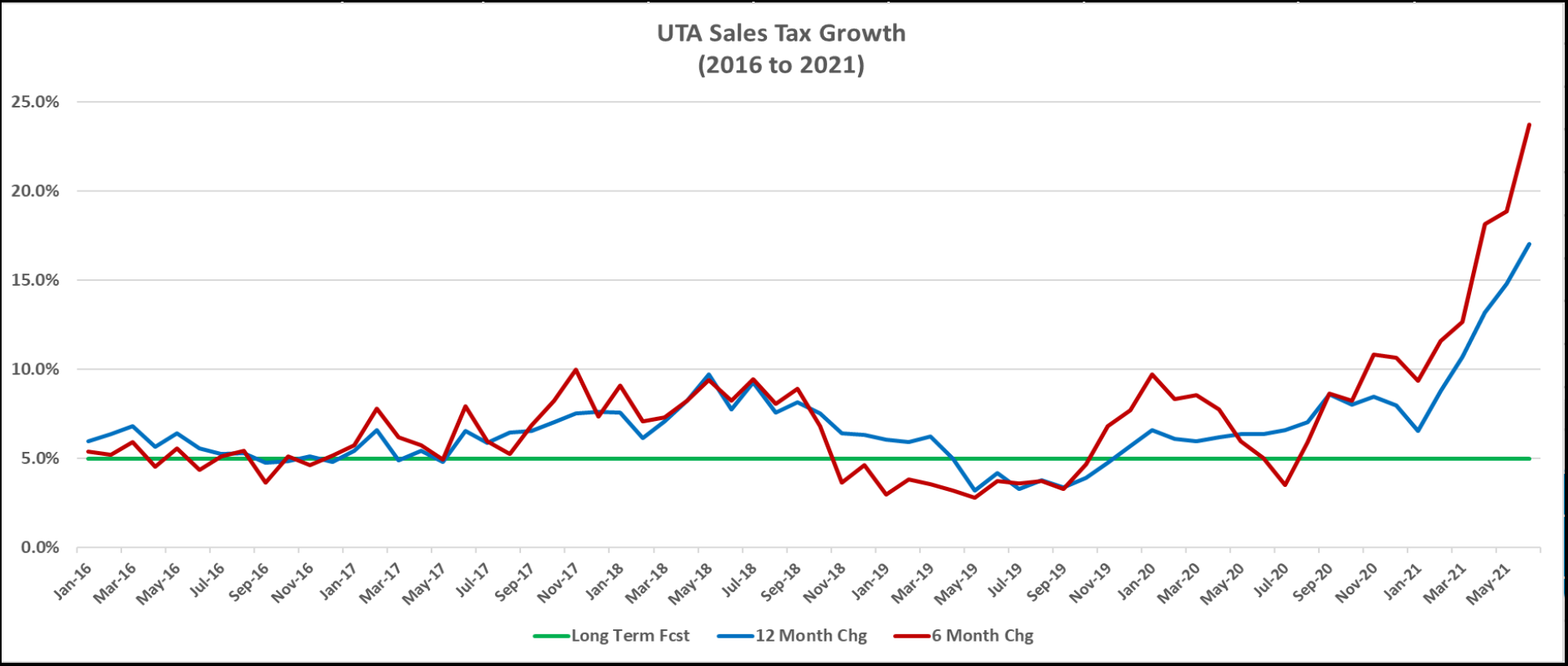


# UTA Board Dashboard

## July 2021

UTAH TRANSIT AUTHORITY

Financial Metrics	Fav/				Fav/			
	July Actual	July Budget	(Unfav)	%	YTD Actual	YTD Budget	(Unfav)	%
Sales Tax (June '21 mm \$)	\$ 43.7	\$ 33.2	\$ 10.50	31.7%	\$ 207.4	\$ 171.1	\$ 36.25	21.2%
Fare Revenue (mm)	\$ 2.6	\$ 2.6	\$ 0.01	0.2%	\$ 16.9	\$ 18.0	\$ (1.13)	-6.3%
Operating Exp (mm)	\$ 24.9	\$ 26.5	1.61	6.1%	\$ 174.7	\$ 187.3	\$ 12.60	6.7%
Subsidy Per Rider (SPR)	\$ 11.63	\$ 15.06	\$ 3.43	22.8%	\$ 12.70	\$ 15.06	\$ 2.36	15.7%
UTA Diesel Price (\$/gal)	\$ 3.06	\$ 2.25	\$ (0.81)	-36.1%	\$ 2.38	\$ 2.25	\$ (0.13)	-5.6%
Operating Metrics	July Actual	Jul-20	F/ (UF)	%	YTD Actual	YTD 2020	F/ (UF)	%
Ridership (mm)	1.92	1.39	0.5	38.0%	12.43	15.41	(3.0)	-19.3%
Alternative Fuels	CNG Price (Diesel Gal Equiv)		\$ 3.06					

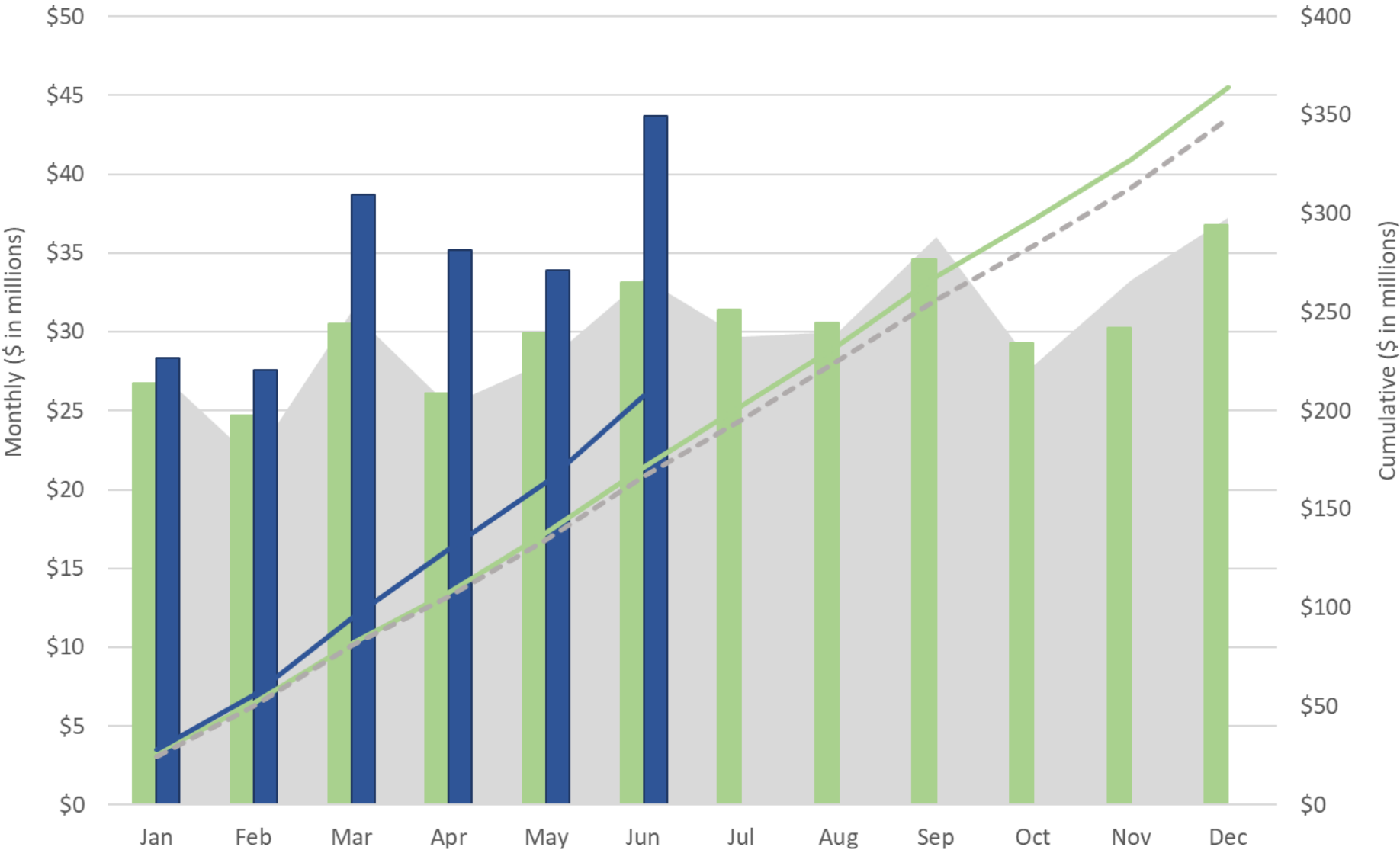




# Sales Tax

- 2020 Actual
- Mo Budget
- Mo Actuals
- Cum Budget
- Cum Actual
- Cum 2020

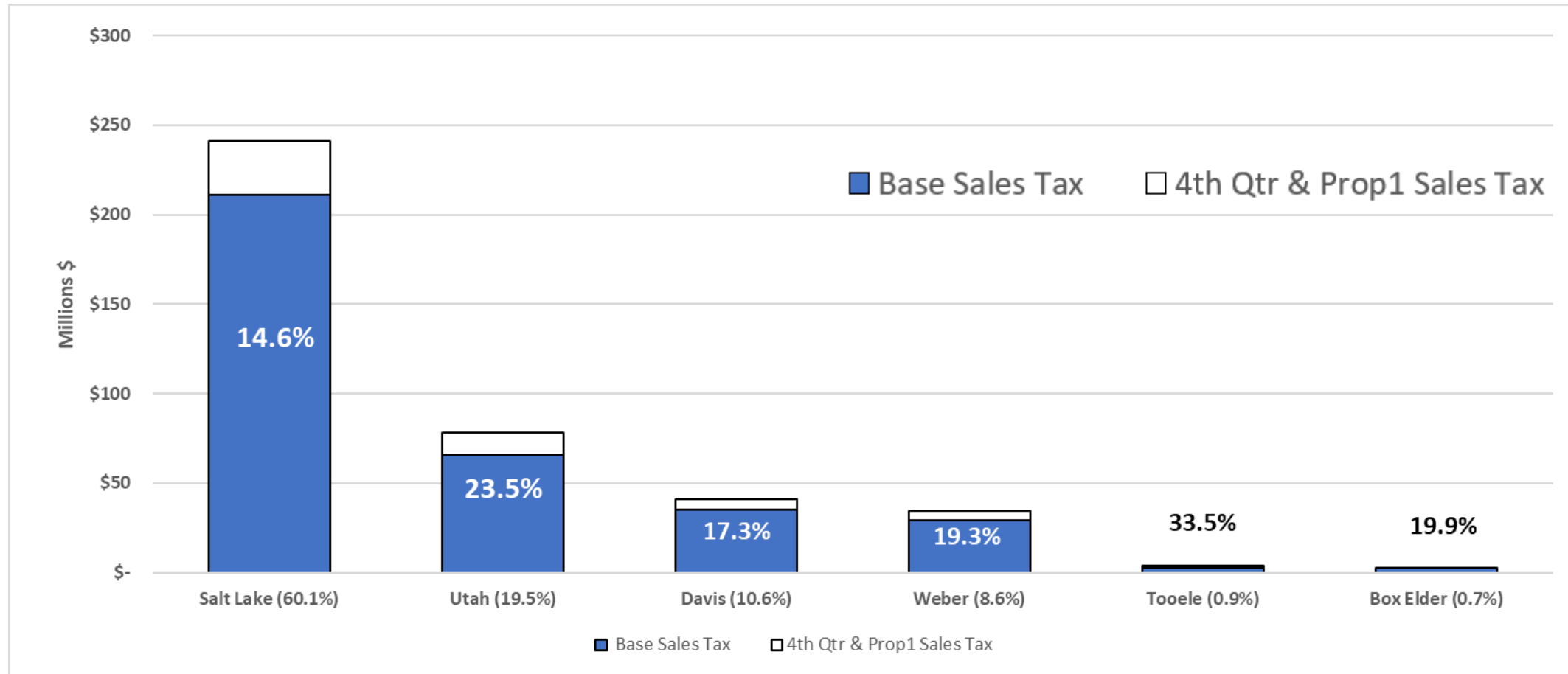
2021 Sales Tax  
June (YTD Variance  
+\$36.3 million)



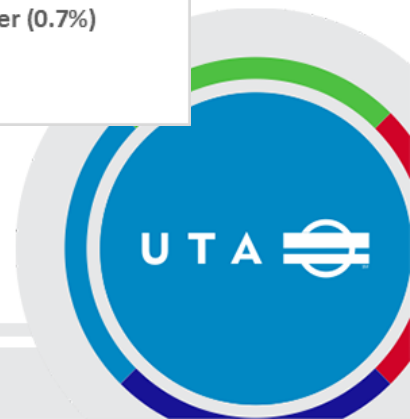
UTAH TRANS



## Sales Tax Collections (Percentage Growth for 12 months ended June 30, 2021\*)



- % growth in base sales tax revenues over prior year
- (includes impact of Prop1 and 4<sup>th</sup> quarter rate changes in 2019)

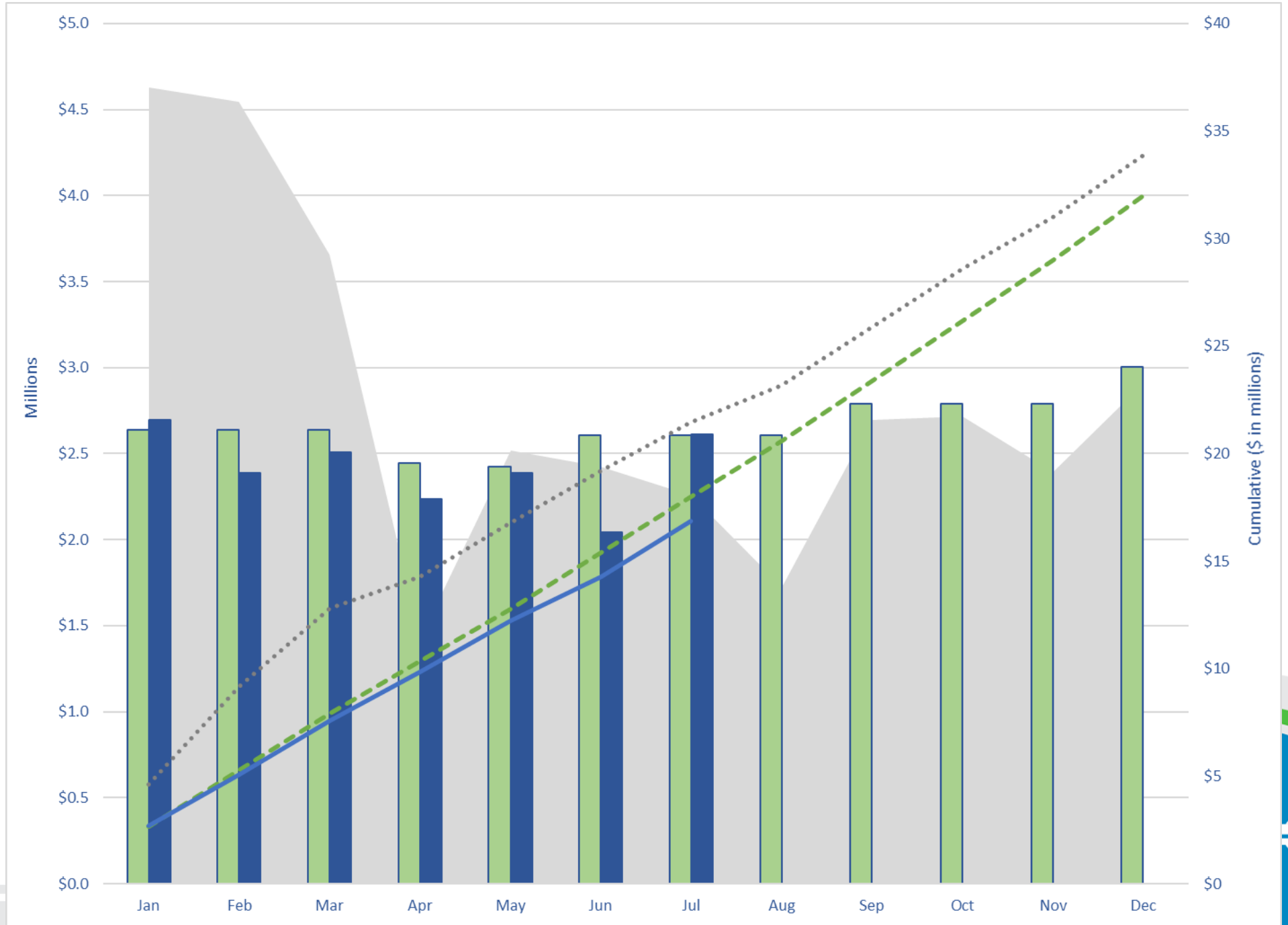


# 2021 Passenger Revenues

(July YTD Variance = (\$1.1 million)

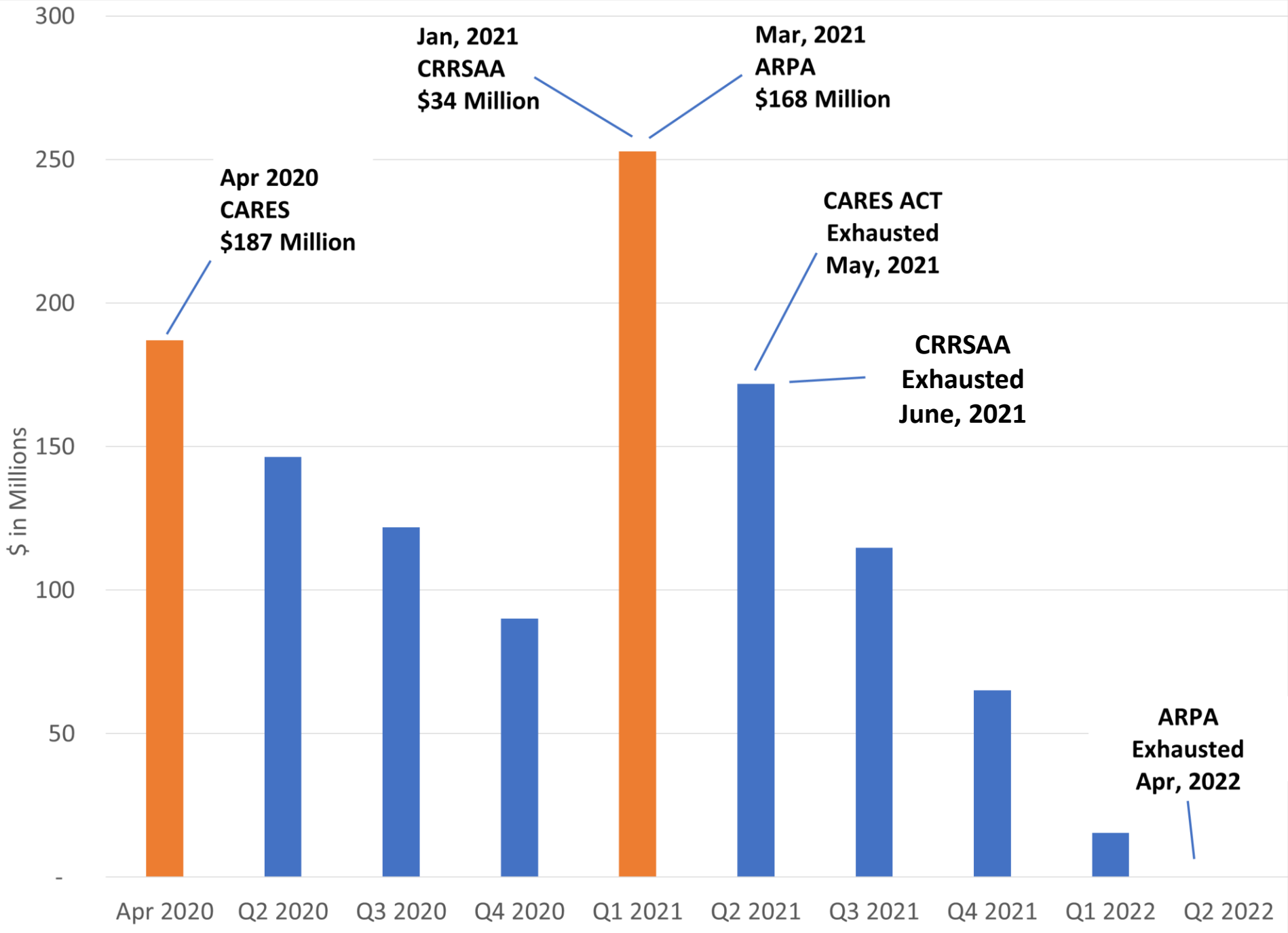
UTAH TRANSIT AUTHORITY

- 2020 Actual
- Mo Budget
- Mo Actuals
- Cum Budget
- Cum Actual
- Cum 2020



# 2020 - 2021 Stimulus Funds

UTAH TRANSIT AUTHORITY



MONTHLY RESULTS						FISCAL YEAR 2021 Dollars in Millions	YEAR-TO-DATE RESULTS					
Prior Year Actual	Current Year						Prior Year Actual	Current Year				
	Actual	Budget	Variance					Actual	Budget	Variance		
						Revenue						
\$ 38.7	\$ 35.4	\$ 31.4	\$ 4.0	12.8%	Sales Tax <i>(July accrual)</i>	\$ 179.3	242.8	\$ 202.6	\$ 40.3	19.9%		
2.3	2.6	2.6	0.0	0.2%	Fares	21.5	16.9	18.0	(1.1)	-6.3%		
12.2	19.0	14.3	4.7	32.9%	Federal	83.2	157.0	100.0	57.0	57.0%		
(1.4)	6.4	1.4	5.0	354.3%	Other	6.3	11.0	9.8	1.2	12.5%		
\$ 51.7	\$ 63.4	\$ 49.7	\$ 13.7	27.5%	TOTAL REVENUE	\$ 290.3	\$ 427.7	\$ 330.4	\$ 97.3	29.5%		
						Expense						
\$ 12.4	\$ 13.5	\$ 13.2	\$ (0.3)	-2.2%	Salary/Wages	\$ 90.1	\$ 90.3	\$ 92.4	\$ 2.0	2.2%		
5.8	6.3	6.3	(0.0)	0.0%	Fringe Benefits	42.4	43.9	43.7	(0.1)	-0.3%		
2.2	2.2	2.0	(0.1)	-7.1%	Services	11.8	13.3	17.4	4.1	23.5%		
1.8	1.1	1.9	0.8	42.2%	Parts	13.1	10.8	13.2	2.3	17.8%		
1.2	1.0	1.8	0.8	42.6%	Fuel	9.0	11.8	13.2	1.4	10.9%		
0.5	0.4	0.5	0.1	28.5%	Utilities	3.5	3.4	3.5	0.0	1.4%		
1.3	1.1	1.7	0.6	34.4%	Other	5.5	6.0	9.4	3.4	36.5%		
(0.8)	(0.6)	(0.8)	0.2	-30.1%	Capitalized Cost	(6.2)	(4.8)	(5.5)	0.6	-11.8%		
\$ 24.4	\$ 24.9	\$ 26.5	\$ 1.6	6.1%	TOTAL EXPENSE	\$ 169.2	\$ 174.7	\$ 187.3	\$ 12.6	6.7%		
\$ 8.6	\$ 7.5	\$ 7.3	\$ (0.2)	-3.0%	Debt Service	\$ 62.1	\$ 53.2	\$ 52.5	\$ (0.7)	-1.4%		
\$ 18.7	\$ 31.0	\$ 15.9	\$ 15.1	94.7%	Contrib. Capital/Reserve	\$ 59.0	\$ 199.8	\$ 90.6	\$ 109.2	120.5%		

Favorable/(Unfavorable)

Favorable/(Unfavorable)

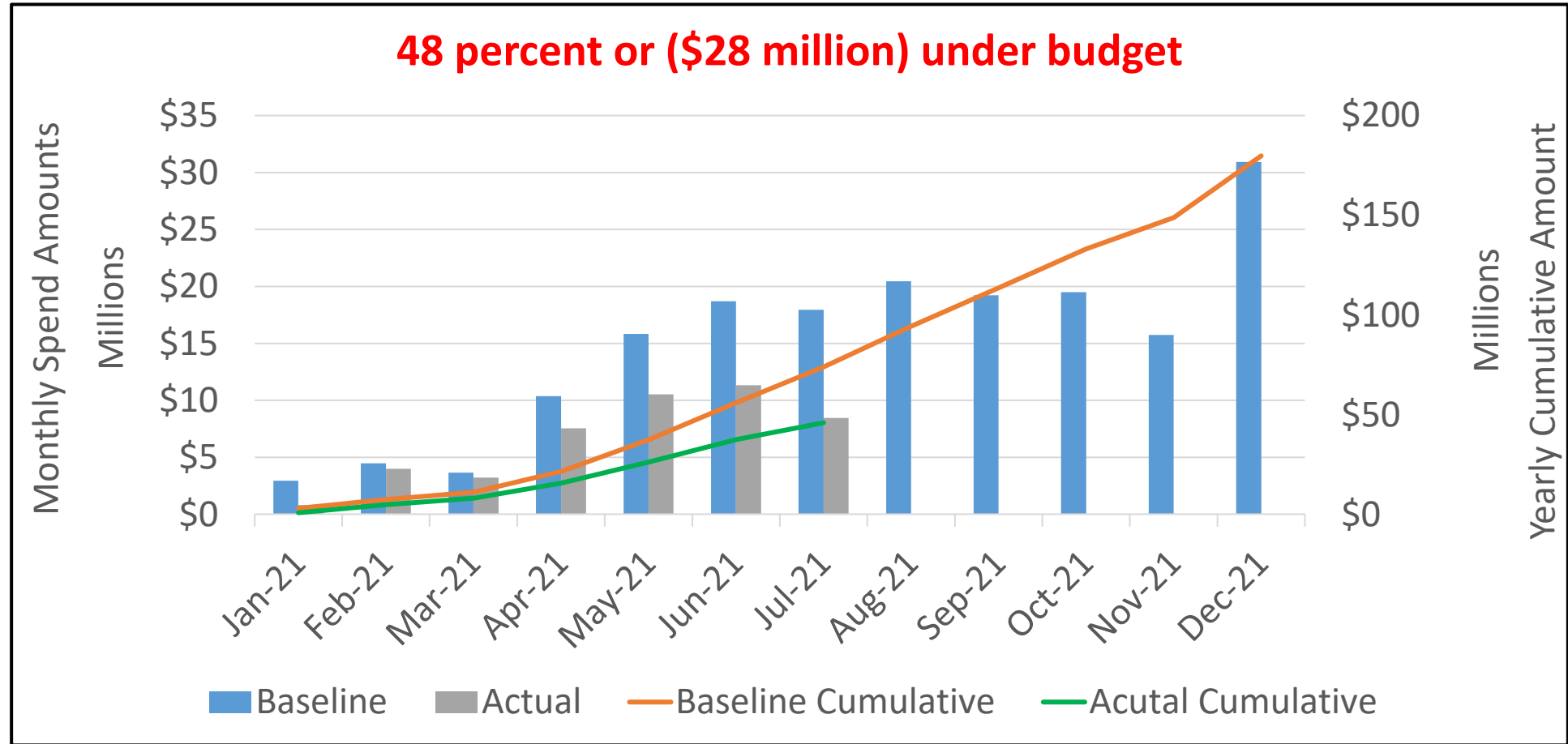
# Questions?



# Capital



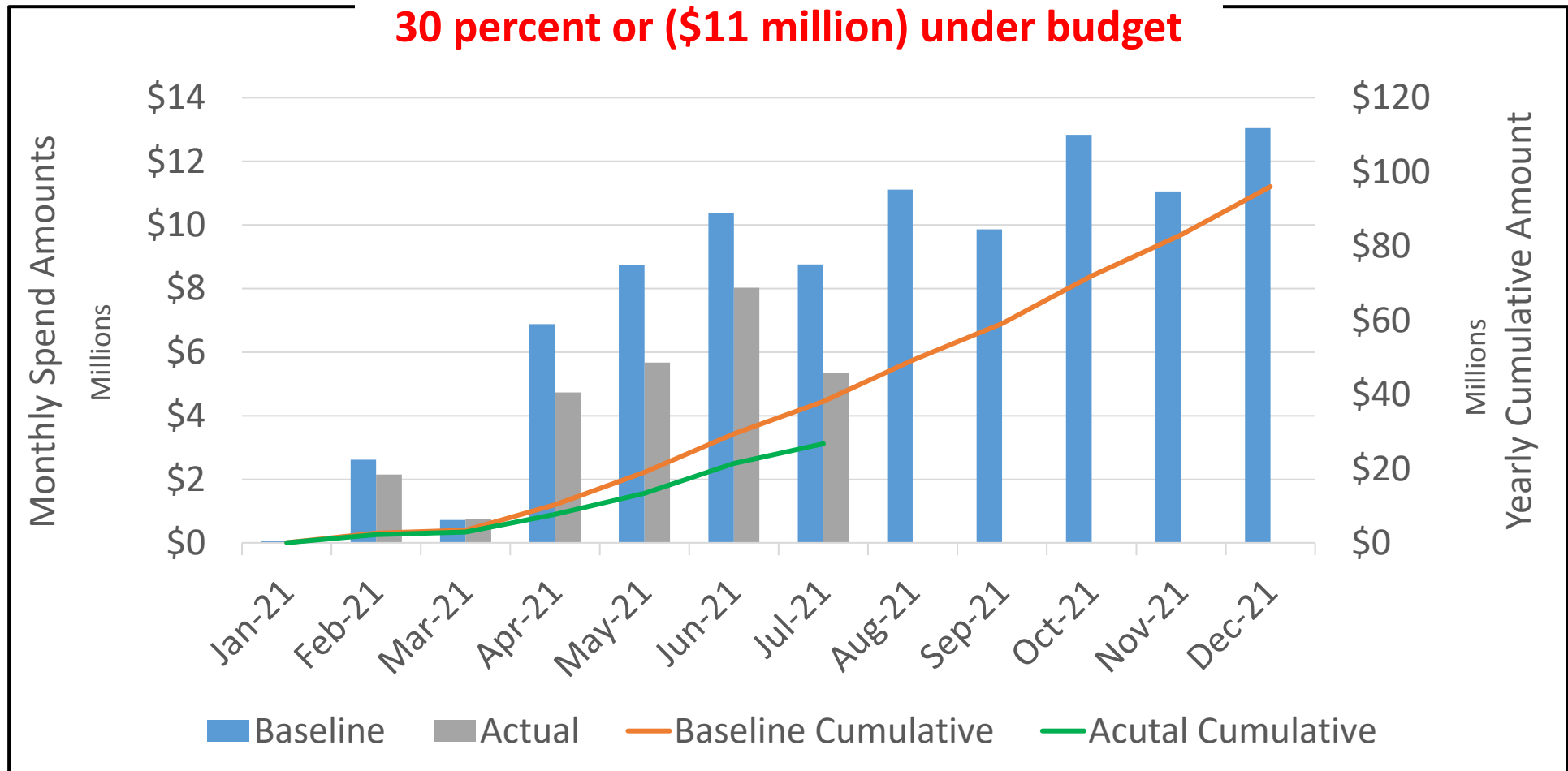
# Program Summary



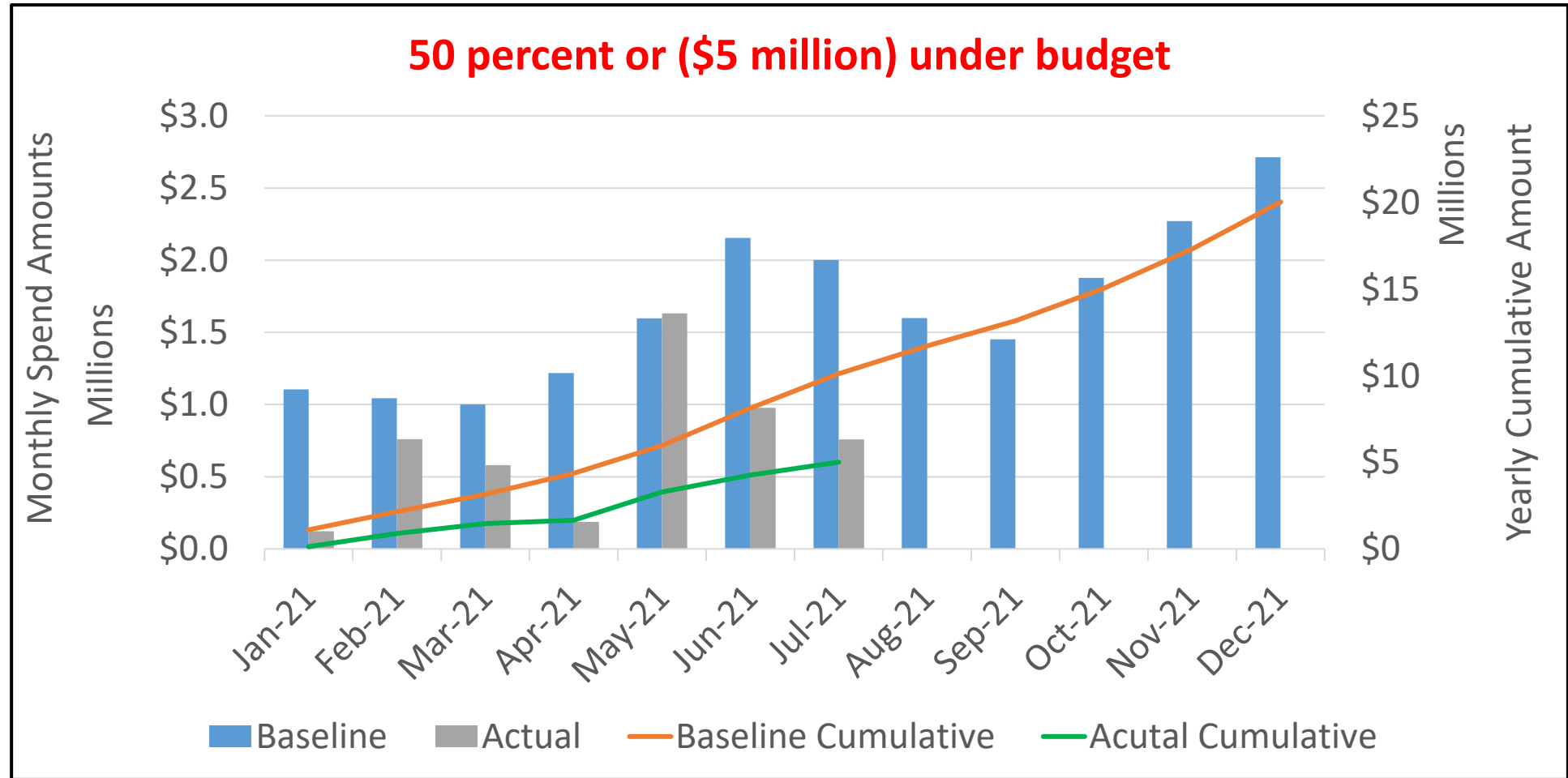


# Major Capital Projects

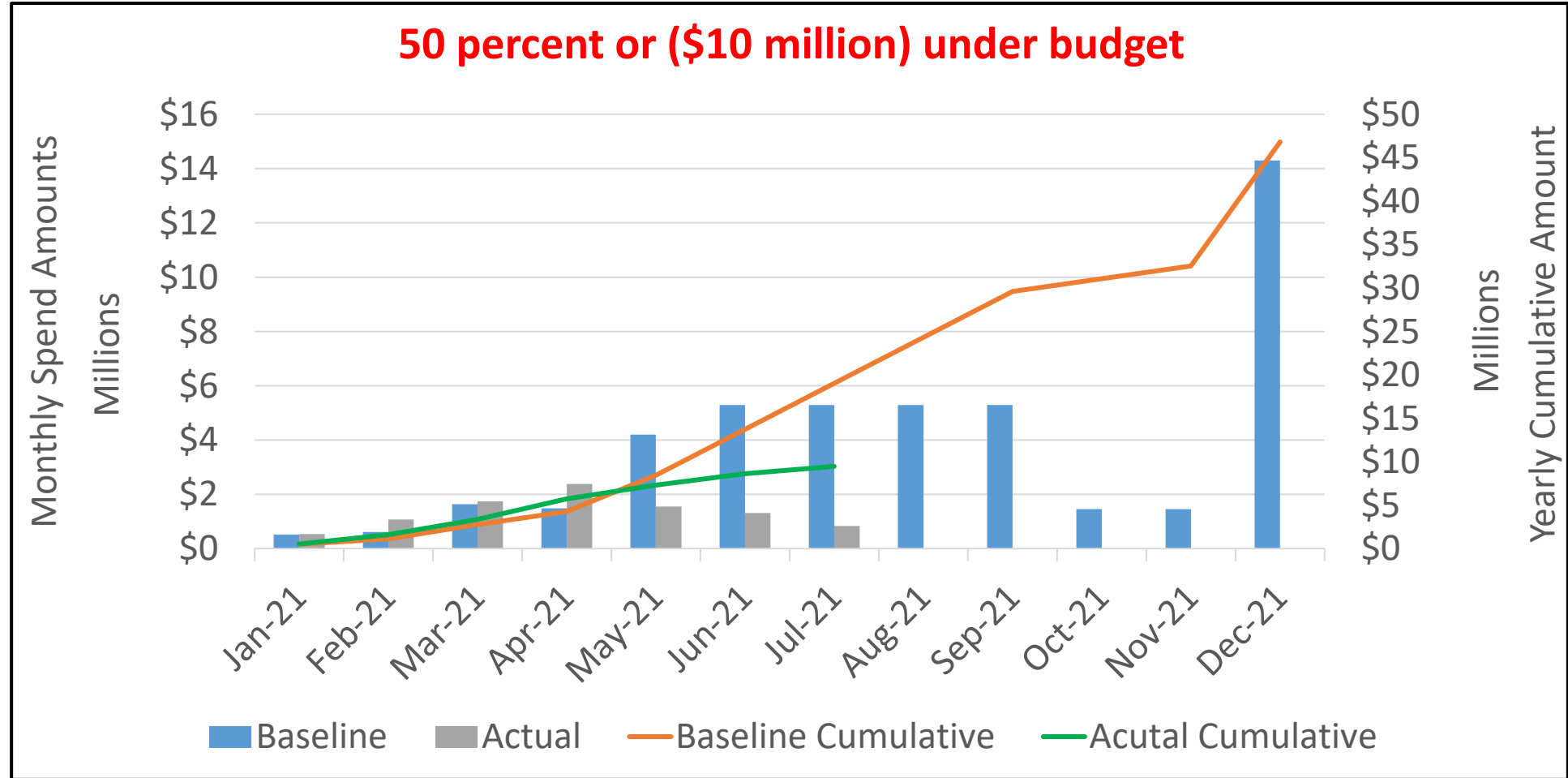
**30 percent or (\$11 million) under budget**



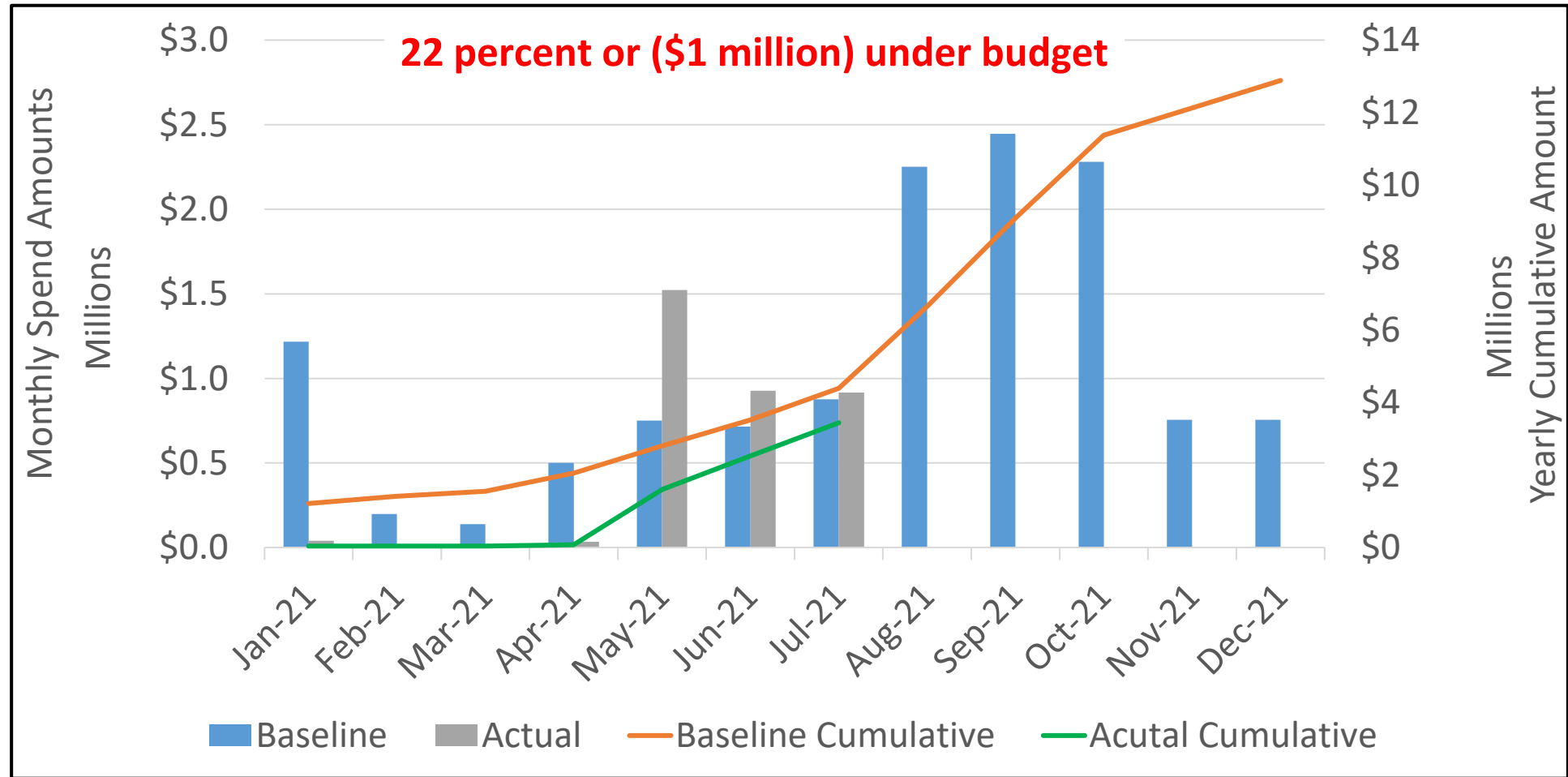
# Capital Projects



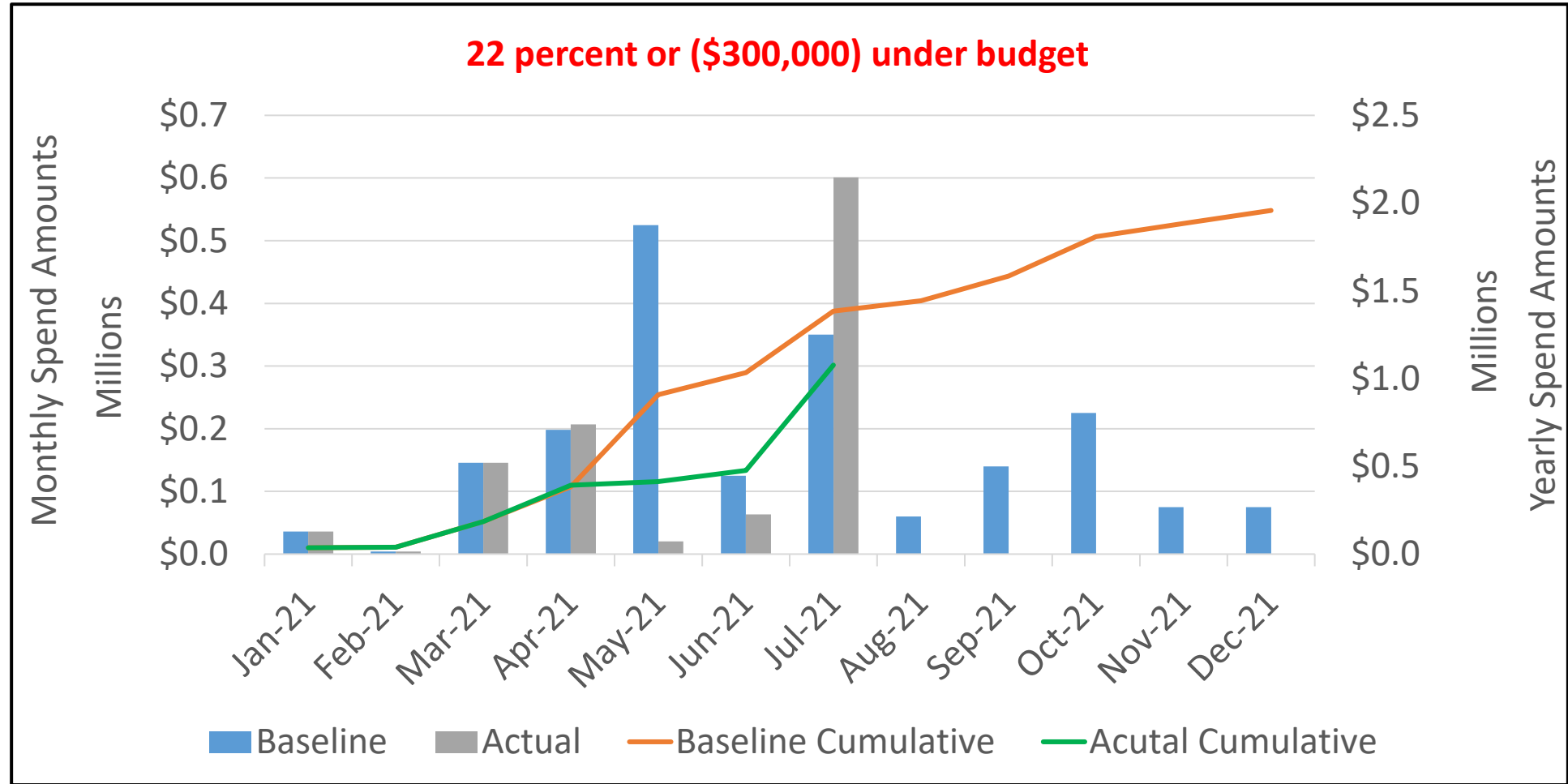
# Revenue/Service Vehicle Projects



# Infrastructure SGR Projects

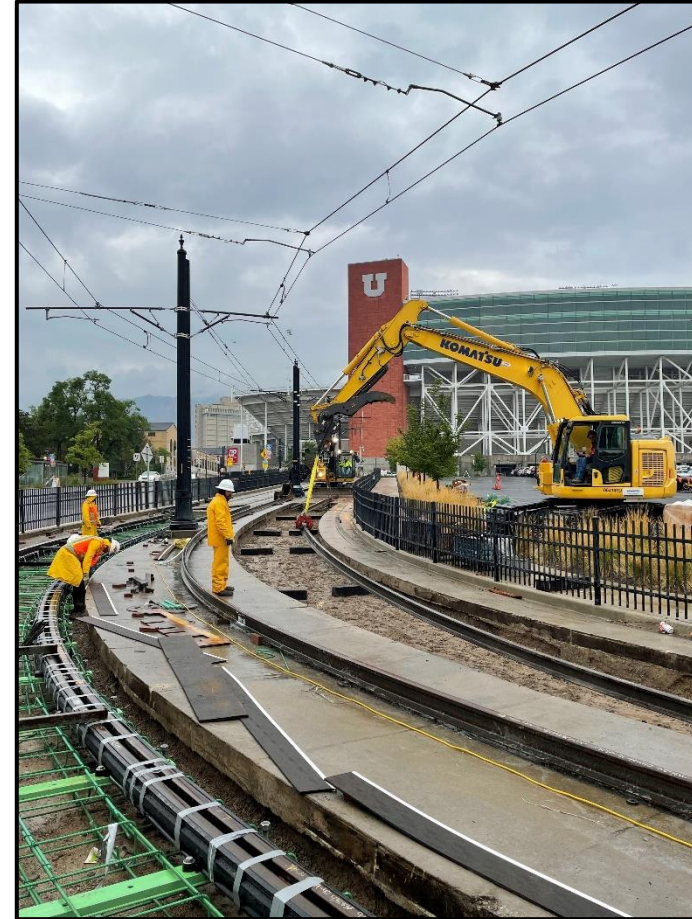


# IT Projects



# Projects Highlights- Rail Infrastructure

- Rail Rehab and Replacement
  - University Curve Replacement
  - 4 of the 6 major curves have been replaced
  - 2 more minor ones still need to occur as well.



# Project Highlights

- Grade Crossing Replacements
  - This is at 2700 West on the Red line





# Resolutions





**R2021-09-01**

**Resolution Authorizing the Financing  
of Transit Vehicles through Equipment  
Lease-Purchase Agreements, and  
Related Matters**



# 2021 Capital Budget

## Revenue Service Vehicles

Vehicle/Equipment Replacement	Number	Amount
Buses	23	\$12,800,000
2020 MCI Buses (Carryover)	27	\$19,315,125
Paratransit	30	\$3,053,000
Vanpool Vans	58	\$2,206,000
Totals	138	\$37,374,125

# Proposed Resolution

- Establishes maximum reimbursement authorization up to \$45,000,000
- Establishes maximum interest rate of 2.5% per annum
- Establishes maximum lease term of 14 years
- Allows Interim Executive Director, Treasurer, and Comptroller to seek and execute Lease-Purchase Agreements within parameters

# **Recommended Action (by roll call)**

Motion to approve R2021-09-01  
Resolution Authorizing the Financing of Transit Vehicles through Equipment Lease-  
Purchase Agreements, and Related Matters



# **Contracts, Disbursements, and Grants**



# **Contract: 3300 South Bus Stop Design (WSP USA, Inc.)**

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## **Recommended Action (by acclamation)**

Motion to approve contract with WSP USA, Inc., for 3300 South bus stop design, as presented



# **Change Order: Ogden/WSU Bus Rapid Transit Change Order #9 – Waterline Tie-In Installation (Stacy & Witbeck, Inc.)**

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## **Recommended Action (by acclamation)**

Motion to approve change order with Stacy & Witbeck, Inc. for Ogden/WSU bus rapid transit change order #9 – waterline tie-in installation, as presented



# **Disbursement: Approval of Disbursement Over \$200,000 (Bruce Jones Litigation Settlement)**

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## **Recommended Action (by acclamation)**

Motion to approve disbursement for the Bruce Jones litigation settlement, as presented





# Pre-Procurements

- Lubricants and Fluids for Vehicle Maintenance
- Electronic Rail Platform Sign Replacement
- Holiday Employee Gift Cards



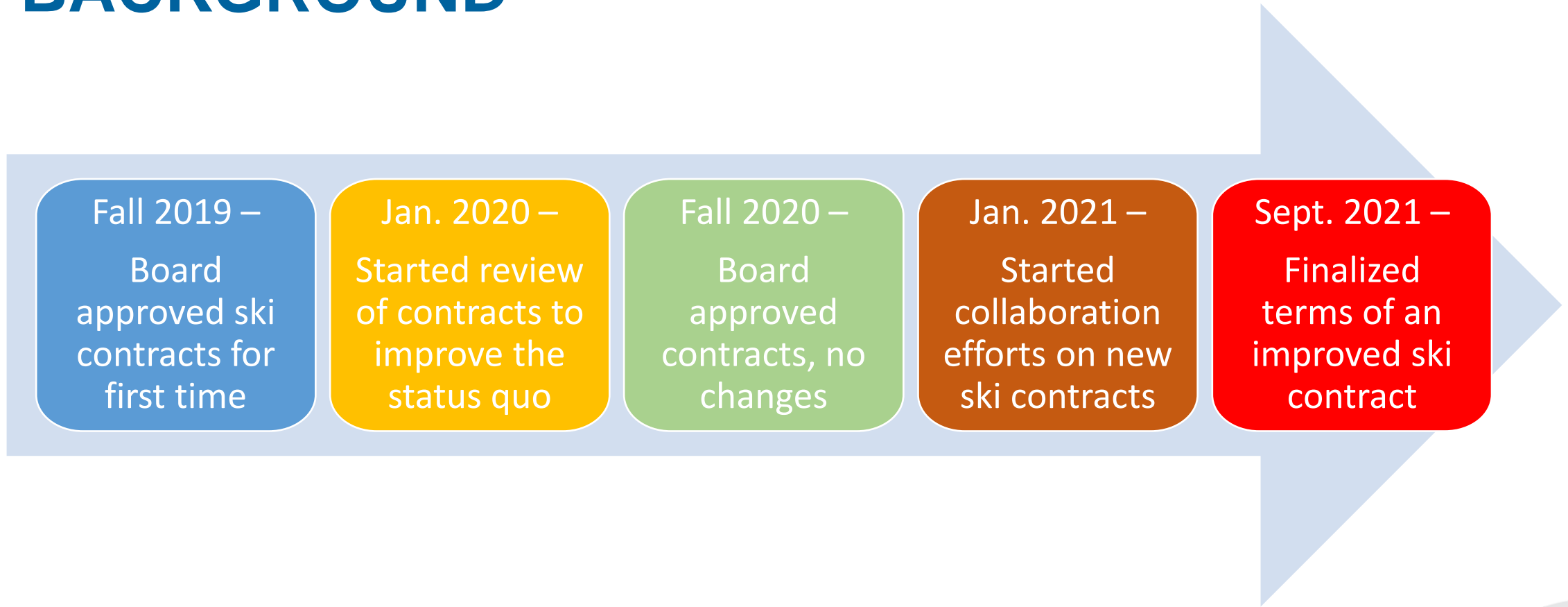
# **Service and Fare Approvals**



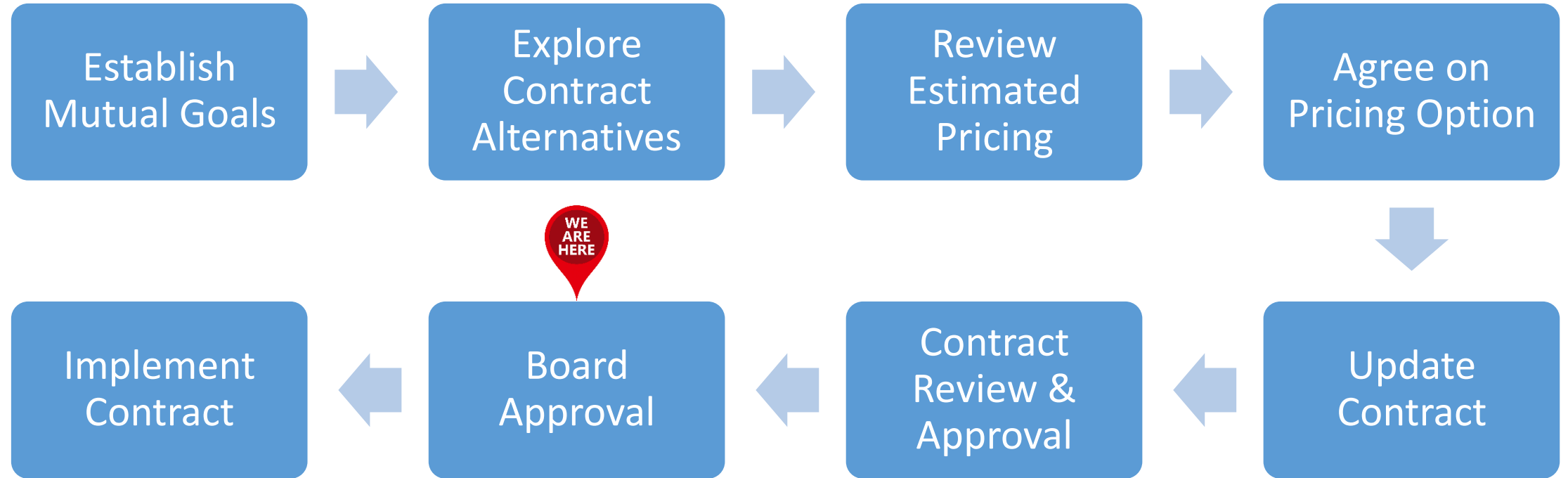
# **Ski Bus Agreement Summary – Alta, Brighton, Snowbird, and Solitude**



# BACKGROUND



# COLLABORATIVE PROCESS



# MUTUAL GOALS

The Ski Resorts and UTA share similar goals; key themes include:

- **Forward Thinking** – Consider the future needs of the resorts and transportation alternatives being considered
- **Collaborative** – Continue to collaborate on subsidized fares and ski service
- **Supportive** – Support employees and season passholders in reaching their Cottonwood Canyon destination using public transit
- **Sustainable** – The fares pass program is set-up in a way that is sustainable for the resorts



# PRIOR SKI AGREEMENT

Rate

Pay-Per-Trip (PPT) based on EFC

Discount

Provided 20% ski fare discount

Term

One-year

Shuttle

Excluded shuttle for tap on/off



# NEW SKI AGREEMENT



Move from PPT to Daily Rate



Pilot Fare Capping



Promote Ridership



Pricing Options by Rider Group



One-year Term





# Questions?



# **Fare Contract: Ski Bus Agreement (Alta Ski Lifts Company)**

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## **Recommended Action (by acclamation)**

Motion to approve fare contract with Alta Ski Lifts Company, as presented



# **Fare Contract: Ski Bus Agreement (Brighton Ski Resort)**

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## **Recommended Action (by acclamation)**

Motion to approve fare contract with Brighton Ski Resort, as presented



# **Fare Contract: Ski Bus Agreement (Snowbird Ski Resort, LLC)**

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## **Recommended Action (by acclamation)**

Motion to approve fare contract with Snowbird Ski Resort, LLC, as presented



# **Fare Contract: Ski Bus Agreement (Solitude Mountain Resort)**

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## **Recommended Action (by acclamation)**

Motion to approve fare contract with Solitude Mountain Resort, as presented



# Discussion Items



# **2021-2022 UTA Insurance Coverage Update and Renewals**



## Board Policy 2.1.II.F. – Risk Management

1. The Executive Director will submit an annual report to the Board of Trustees on the status of the Authority's risk management program.
2. The Authority will maintain Public Officials Errors and Omissions Insurance in an amount determined to adequately protect the Authority.
3. The Executive Director will, as necessary, procure other insurance to compensate for losses that would adversely affect the Authority.





# Board Policy 2.1 – Risk Management

The Authority will maintain Public Officials Errors and Omissions Insurance in an amount determined to adequately protect the Authority.

## Prior Public Officials Coverage:

While this shows only a \$2M Policy Limit on this coverage, there is also a \$10M excess liability policy that sits on top of this coverage. Providing \$12M coverage.

Insurance Company:	Stratford Insurance Company
AM Best Rating:	A (Excellent), XV (\$2B or greater)
Admitted/Non-Admitted:	Admitted
Policy Term:	9/1/20 to 9/1/21
Policy Aggregate Limit:	\$2,000,000
Public Entity D&O:	\$2,000,000
Employment Practices:	\$2,000,000
Retention - D&O:	\$100,000
Retention - EPL	\$125,000
Premium:	\$73,092



# Board Policy 2.1 – Risk Management

## Renewal Coverage for Public Officials:

We maintained the excess umbrella coverage of \$10M on top of this policy for a combined limit of \$12M.

Insurance Company:	Indian Harbor Insurance Co.
AM Best Rating:	A+ (Superior), XV (\$2B or greater)
Admitted/Non-Admitted:	Non-Admitted
Policy Term:	9/1/21 to 9/1/22
Policy Aggregate Limit:	\$2,000,000
Public Entity D&O:	\$2,000,000
Employment Practices:	\$2,000,000
Retention - D&O:	\$250,000
Retention - EPL	\$250,000
Premium:	\$135,240 (85%)



# Board Policy 2.1 – Risk Management

The Executive Director will, as necessary, procure other insurance to compensate for losses that would adversely affect the Authority.

<div>Blanket Excess Liability</div> <div>Limit: \$10M</div> <div>\$354,425</div> <div>Up 11%</div>				
<div>\$36,242</div> <div>Down 3.3%</div>	<div>\$60,032</div> <div>Up 15%</div>	<div>\$135,240</div> <div>Up 85%</div>		
<div>Premises Liability</div> <div>\$2M</div>	<div>Police Professional Liability</div> <div>\$2M</div>	<div>General Liability</div>	<div>Auto Liability</div>	<div>Public Officials E&amp;O Employment Practices</div> <div>\$2M</div>
<div>\$2,500 Ded</div>	<div>\$50K Ded</div>	<div>\$2 M SIR</div>	<div>\$2 M SIR</div>	<div>\$250K Ded</div>



# Railroad Liability

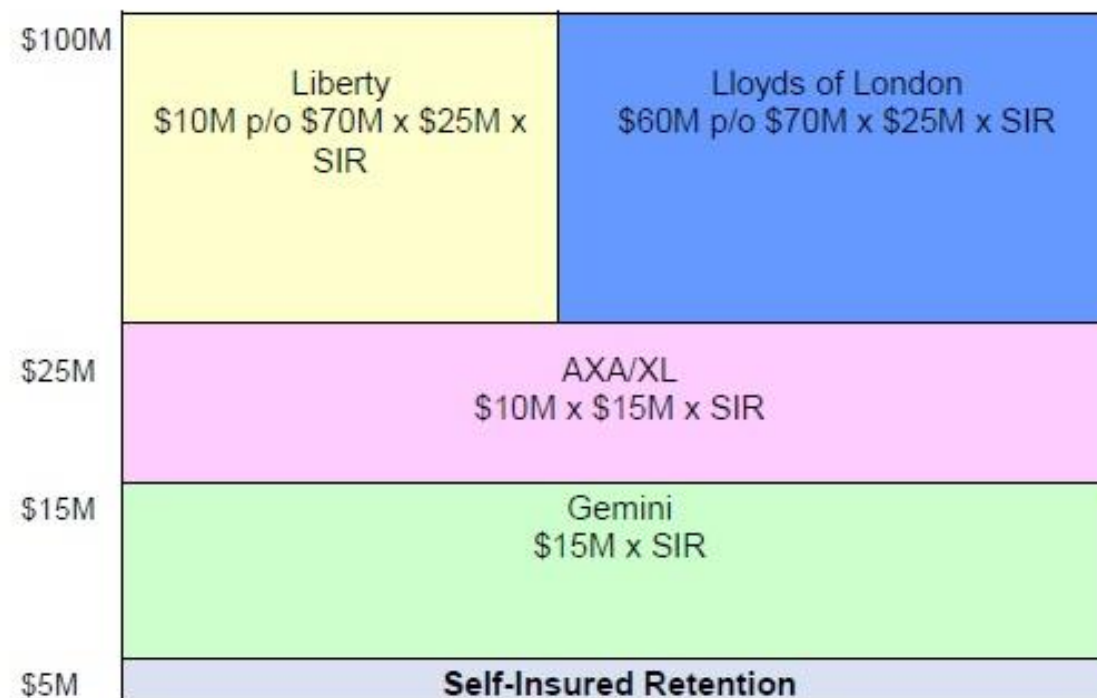
**\$1,158,508**

**Up 7.5%**

Increase was driven by:

- Hardening of the casualty market
- Loss of insurance carriers in the US market

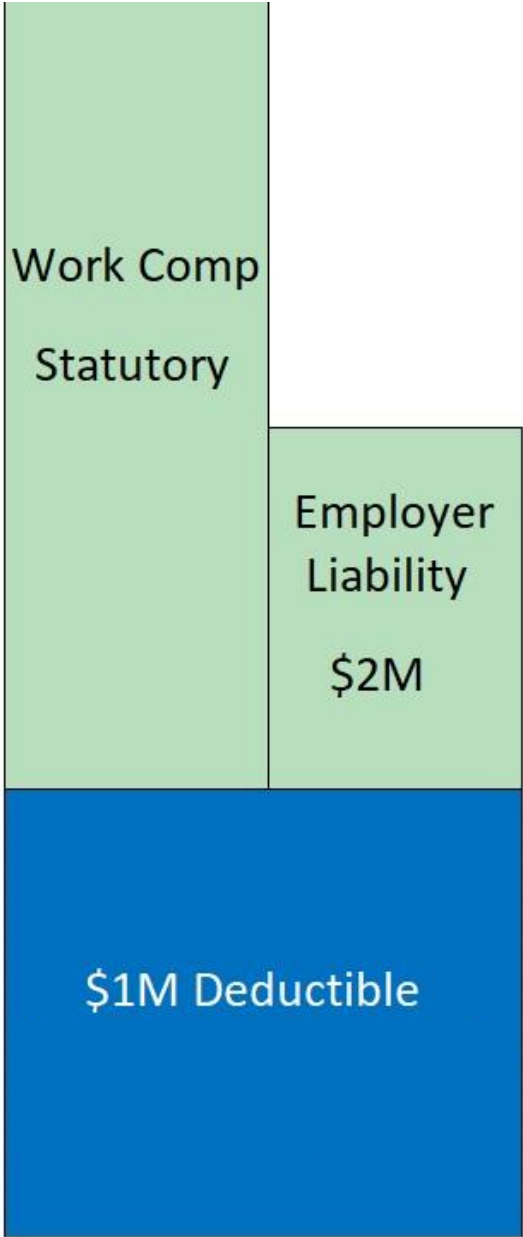
With the trend in Rail Liability we fully expected to see an increase of 25-30% which was comparable or even slightly higher than last year's renewal. We were pleased to see a much smaller increase of only 7.5%.



# Workers Compensation

The biggest change this renewal was dropping the cash flow retention option. The cost increase for this option was not worth the benefit.

**\$90,525**  
Up 2%



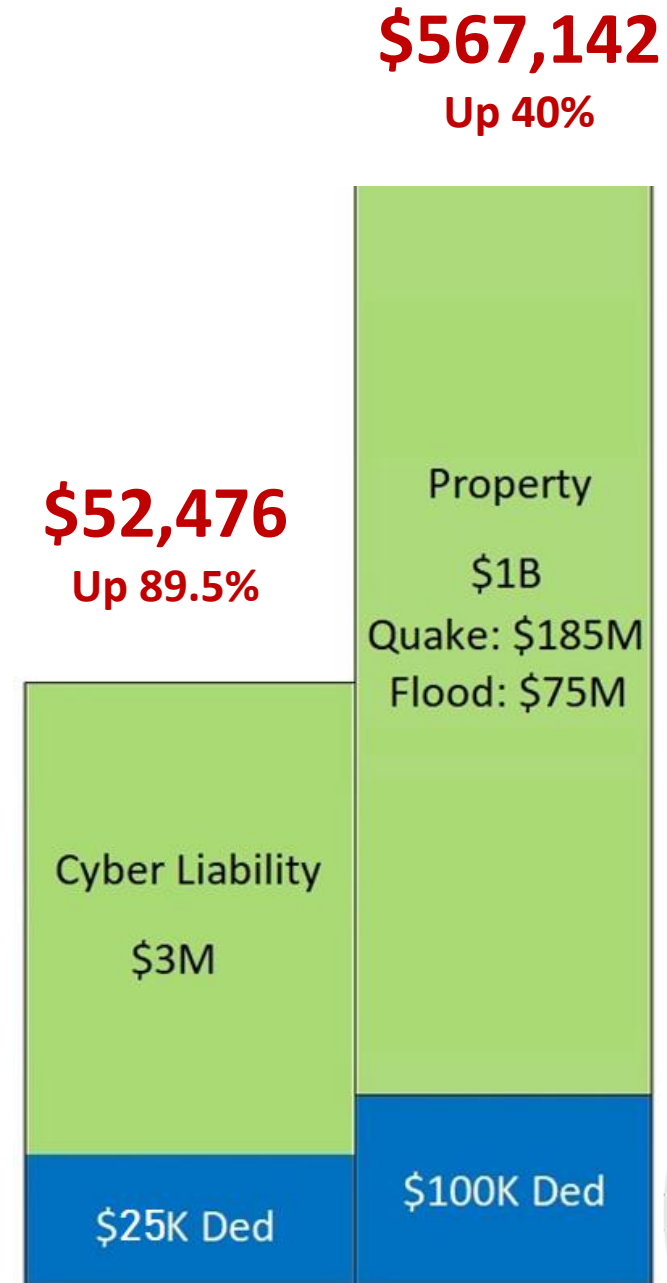
# Property and Cyber

## Property:

- Like last year, the increase from the Utah Local Governments Trust's re-insurer. The fund passed the increase along to its members.
- The Trust has changed their renewal to a July 1 renewal.
- We still have better limits with the Trust including quake and flood coverage.
- We will be marketing this program for a July renewal.

## Cyber:

- Policy renewed at same level of coverage.

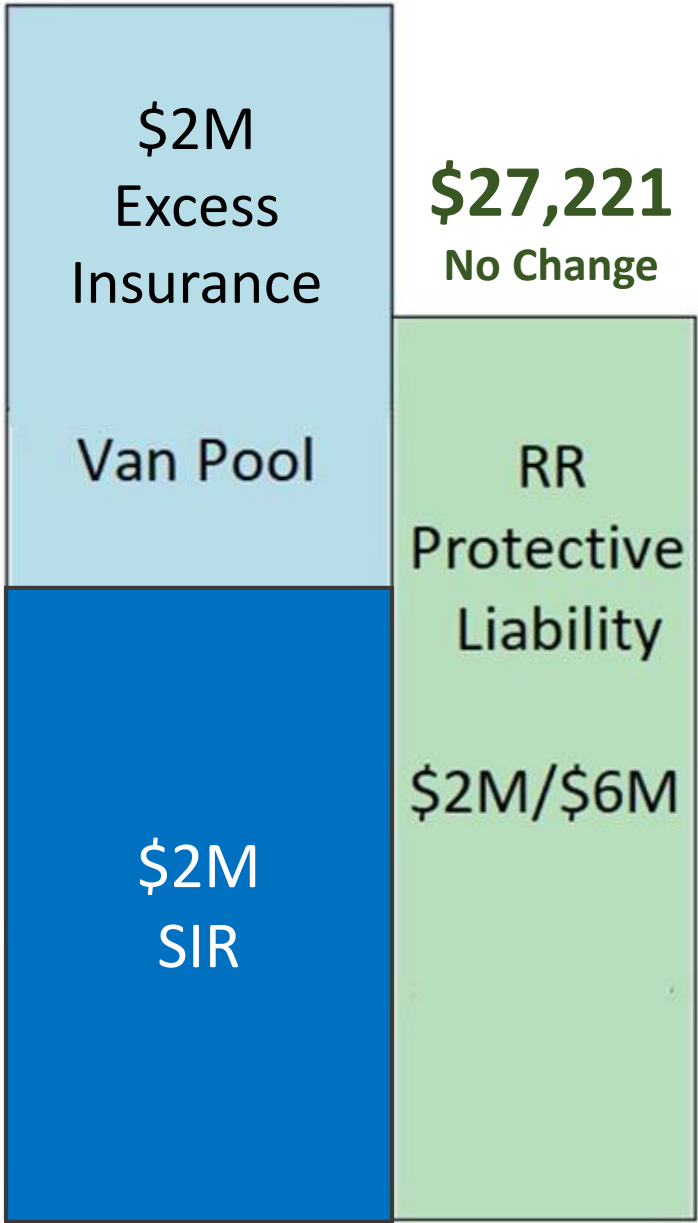


# Vanpool – Railroad Protective Liability

Vanpool coverage was a challenge with the hardening casualty markets.

- As shared with the Board on August 11 2021, there are few markets willing to insure UTA’s rideshare and the premium is beyond what is reasonable to pay given Rideshare’s loss experience.
- Moving to Self-insurance will save UTA approximately \$4.2M over the next five years.

Railroad Protective Liability is a policy of insurance that contractors enroll under when working within UTA’s right of way. This policy has dedicated limits which protect UTA exclusively.

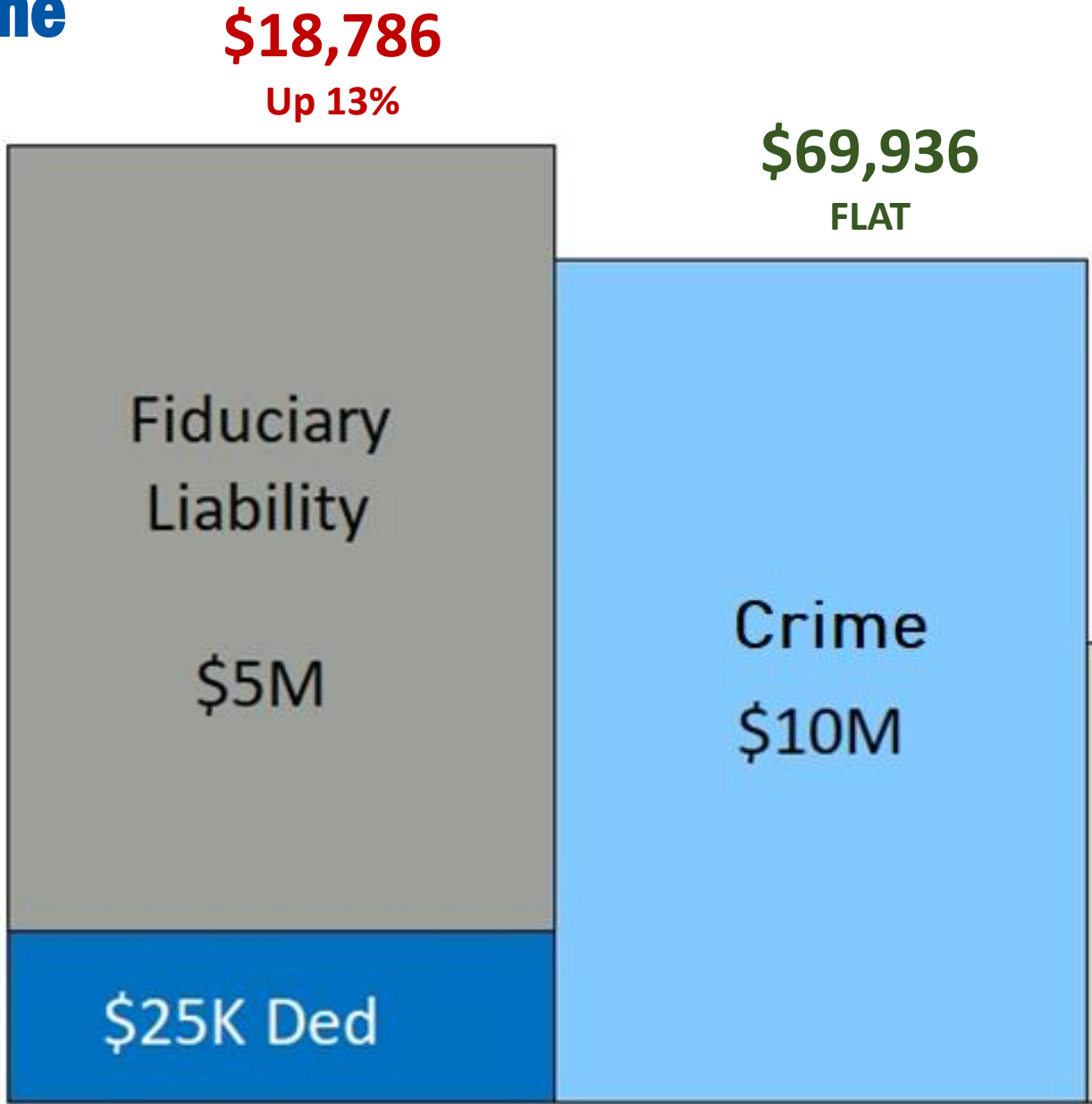


**\$402,056**  
Down 66%



# Fiduciary Liability and Crime

UTAH TRANSIT AUTHORITY





# Premiums – 2020 and 2021

Coverage	2020-2021 Premium	2021-2022 Premium	% Change
Property	\$405,205	\$567,142	+40%
Railroad Liability	\$1,076,731	\$1,158,508	+8%
Railroad Protective	\$27,221	\$27,221	0%
Blanket Excess	\$319,308	\$354,425	+11%
Rideshare/Vanpool	\$1,170,558	\$402,056	-66%
Premises General Liability	\$31,047	\$29,168	-6%
Premises Excess Liability	\$6,430.80	\$7,074	+10%
Excess Workers' Compensation	\$88,933	\$90,525	+2%
Police Professional Liability	\$52,202	\$60,033	+15%
Cyber Liability	\$27,690	\$52,476	+90%
Public Officials/Employment Practices Liability	\$73,092	\$135,240	+85%
Fiduciary	\$16,680	\$18,786	+13%
Terrorism – Liability	\$12,401	\$12,401	0%
Crime – 2/10/20-7/1/21	\$69,936	69,936	0%
<b>TOTAL</b>	<b>\$3,377,434</b>	<b>\$2,984,991</b>	<b>-11.6%</b>

# Other Business

- a. Next Meeting: Wednesday, September 22, 2021, at 9:00 a.m.



# Adjourn



# Break

